



State of Utah
School and Institutional
TRUST LANDS ADMINISTRATION

Michael O. Leavitt
Governor

David T. Terry
Director

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5/001/033

November 14, 1996

CERTIFIED NO. P 879 601 516

Bradshaw Pumice & Perlite
101 North Main
Milford, UT 84751

ATTN: Mr. Neil Bradshaw
RE: ML 40197 and ML 40198--VM

Dear Mr. Bradshaw,

The above numbered leases were canceled on October 16, 1996, for non-payment of annual rental and minimum royalties. Cancellation of the leases does not relieve Lessee from the responsibility to reclaim mining disturbances upon the lands. Bradshaw Pumice & Perlite is required to immediately commence reclamation of all mining disturbances upon the lands:

1. Remove buildings, structures, appurtenances and all scrap, trash, and debris.
2. Remove stockpiles of ore and remit all royalty payments accruing to Lessor.
3. Grade level all waste piles and berms and fill trenches and pits. Grade the slopes of all cuts and remaining pits to approximate the grade of adjacent natural terrain.
4. Scarify trails and access roads located upon the leased lands.
5. Reseed all disturbed surfaces with a mixture of hearty, drought resistant grass and shrub, at a concentration of not less than 20 pounds per acre. The seed must be drilled or harrowed to a shallow depth within the soil.

Please advise me when all of the above reclamation work is completed and ready for inspection in order to obtain a release of your \$5,000 reclamation bond, #002-938064-9. Failure to complete all required reclamation work within the next 180 days may result in forfeiture of said reclamation bond to the School and Institutional Trust Lands Administration.

Please contact me if you have any questions in this matter.

Sincerely,

John T. Blake
Mineral Resources Specialist

cc: Jim Cooper
Tom Munson



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